

SEPTEMBER 30, 2006 ELECTION
PARISH OF ST. TAMMANY

CITY OF COVINGTON PROPOSITION
(GENERAL OBLIGATION BOND)

SUMMARY: AUTHORITY TO ISSUE 20-YEAR BONDS TO THE AMOUNT OF \$5,800,000 FOR THE PURPOSE OF CONSTRUCTING, ACQUIRING, IMPROVING AND EXTENDING THE CITY'S SEWERS AND SEWERAGE DISPOSAL WORKS, INCLUDING THE NECESSARY SITES AND FURNISHINGS THEREFOR, TITLE TO WHICH SHALL BE IN THE PUBLIC, SAID BONDS TO BE PAYABLE FROM AD VALOREM TAXES.

Shall the City of Covington, State of Louisiana (the "City"), incur debt and issue bonds to the amount of Five Million Eight Hundred Thousand Dollars (\$5,800,000), to run twenty (20) years from date thereof, with interest at a rate not exceeding nine per centum (9%) per annum, to be sold at par, premium or discount, for the purpose of constructing, acquiring, improving and extending the City's sewers and sewerage disposal works, including the necessary sites and furnishings therefor, title to which shall be in the public; which bonds will be general obligations of the City and will be payable from ad valorem taxes to be levied and collected in the manner provided by Article VI, Section 33 of the Constitution of the State of Louisiana of 1974 and statutory authority supplemental thereto?